

ANGEL WING METALS INC.

STATEMENT OF RESERVES DATA AND OTHER OIL AND GAS INFORMATION

AS OF DECEMBER 31, 2022

Abbreviations

The following is a list of abbreviations that may be found in this report.

AOF	absolute open flow
Bbl	barrel
BOE	barrels of oil equivalent
Bopd	barrels of oil per day
Bwpd	barrels of water per day
Cr	Crown
DCQ	daily contract quantity
DSU	drilling spacing unit
FH	Freehold
GCA	gas cost allowance
GOR	gas-oil ratio
GORR	gross overriding royalty
LPG	liquid petroleum gas
M\$	thousands of dollars
Mbbl	thousands of barrels
MMcf	thousands of cubic feet
MPR	maximum permissive rate
MRL	maximum rate limitation
NC	'new' Crown
NCI	net carried interest
NGL	natural gas liquids
NORR	net overriding royalty
NPI	net profits interest
OC	'old' Crown
ORRI	overriding royalty interest
P&NG	petroleum and natural gas
PSU	production spacing unit
PVT	pressure-volume-temperature
UOCR	Unit Operating Cost Rates for operating gas cost allowance
WI	working interest

Significant Factors or Uncertainties Affecting Reserve Data

The process of estimating reserves is complex. It requires significant judgments and decisions based on available geological, geophysical, engineering or economic data. These estimates may change substantially as additional data from ongoing development activities and production performance become available and as economic conditions impacting oil and gas prices and costs change. The reserve estimates contained herein are based on current production forecasts, prices and economic conditions.

As circumstances change and additional data become available, reserve estimates also change. Estimates made are reviewed and revised, either upward or downward, as warranted by the new information. Revisions are often required due to changes in well performance, prices, economic conditions and governmental restrictions.

Although every reasonable effort is made to ensure that reserve estimates are accurate, reserve estimation is an inferential science. As a result, the subjective decisions, new geological or production information and a changing environment may impact these estimates. Revisions to reserve estimates can arise from changes in year-end oil and gas prices, and reservoir performance. Such revisions can either be positive or negative.

Notes and Definitions

The following definitions form the basis of the classification of reserves and values presented in this report. They have been prepared by the Standing Committee on Reserves Definitions of the Petroleum Society of the CIM ("CIM"), incorporated in the Society of Petroleum Evaluation Engineers ("SPEE") Canadian Oil and Gas Evaluation Handbook ("COGE Handbook") and specified by National Instrument 51-101 ("NI51-101").

Reserves are estimated remaining quantities of oil and natural gas and related substances anticipated to be recoverable from known accumulations, from a given date forward, based on: analysis of drilling, geological, geophysical and engineering data; the use of established technology; specified economic conditions, which are generally accepted as being reasonable, and shall be disclosed; and a remaining reserve life of 50 years.

Reserves are classified according to the degree of certainty associated with the estimates.

1. Proved Reserves

Proved reserves are those reserves that can be estimated with a high degree of certainty to be recoverable. It is likely that the actual remaining quantities recovered will exceed the estimated proved reserves.

2. Probable Reserves

Probable reserves are those additional reserves that are less certain to be recovered than proved reserves. It is equally likely that the actual remaining quantities recovered will be greater or less than the sum of the estimated proved plus probable reserves.

3. Possible Reserves

Possible reserves are those additional reserves that are less certain to be recovered than probable reserves. It is unlikely that the actual remaining quantities recovered will exceed the sum of the estimated proved plus probable plus possible reserves. Possible reserves have not been considered in this report.

Other criteria that must also be met for the categorization of reserves are provided in Section 5.5 of the COGE Handbook.

Each of the reserves categories (proved, probable, and possible) may be divided into developed or undeveloped categories.

4. Developed Reserves

Developed reserves are those reserves that are expected to be recovered from existing wells and installed facilities or, if facilities have not been installed, that would involve a low expenditure (e.g., when compared to the cost of drilling a well) to put the reserves on production. The developed category may be subdivided into producing and non-producing.

5. Developed Producing Reserves

Developed producing reserves are those reserves that are expected to be recovered from completion intervals open at the time of the estimate. These reserves may be currently producing or, if shut in, they must have previously been on production, and the date of resumption of production must be known with reasonable certainty.

6. Developed Non-Producing Reserves

Developed non-producing reserves are those reserves that either have not been on production, or have previously been on production, but are shut in, and the date of resumption of production is unknown.

7. Undeveloped Reserves

Undeveloped reserves are those reserves expected to be recovered from known accumulations where a significant expenditure (e.g., when compared to the cost of drilling a well) is required to render them capable of production. They must fully meet the requirements of the reserves classification (proved, probable, possible) to which they are assigned.

In multi-well pools, it may be appropriate to allocate total pool reserves between the developed and undeveloped categories or to subdivide the developed reserves for the pool between developed producing and developed non-producing. This allocation should be based on the estimator's assessment as to the reserves that will be recovered from specific wells, facilities, and completion intervals in the pool and their respective development and production status.

8. Levels of Certainty for Reported Reserves

The qualitative certainty levels contained in the definitions in Sections 1, 2 and 3 are applicable to individual reserves entities, which refers to the lowest level at which reserves estimates are made, and to reported reserves, which refers to the highest level sum of individual entity estimates for which reserve estimates are made.

Reported total reserves estimated by deterministic or probabilistic methods, whether comprised of a single reserves entity or an aggregate estimate for multiple entities should target the following levels of certainty under a specific set of economic conditions:

- a. There is a 90% probability that at least the estimated proved reserves will be recovered.

- b. There is a 50% probability that at least the sum of the estimated proved reserves plus probable reserves will be recovered.
- c. There is a 10% probability that at least the sum of the estimated proved reserves plus probable reserves plus possible reserves will be recovered.

A quantitative measure of the probability associated with a reserves estimate is generated only when a probabilistic estimate is conducted. The majority of reserves estimates will be performed using deterministic methods that do not provide a quantitative measure of probability. In principle, there should be no difference between estimates prepared using probabilistic or deterministic methods.

Additional clarification of certainty levels associated with reserves estimates and the effect of aggregation is provided in Section 5.5.3 of the COGE Handbook. Whether deterministic or probabilistic methods are used, evaluators are expressing their professional judgment as to what are reasonable estimates.

- 9. **Pipeline Gas Reserves** are gas reserves remaining after deducting surface losses due to process shrinkage and raw gas used as lease fuel.
- 10. **Remaining Recoverable Reserves** are the total remaining recoverable reserves associated with the acreage in which the Company has an interest.
- 11. **Company Gross Reserves** are the Company's working interest share of the remaining reserves, before deduction of any royalties.
- 12. **Company Net Reserves** are the gross remaining reserves of the properties in which the Company has an interest, less all Crown, freehold, and overriding royalties and interests owned by others.
- 13. **Net Production Revenue** is income derived from the sale of net reserves of oil, pipeline gas, and gas by-products, less all capital and operating costs.
- 14. **Unproved Properties** are defined as those holdings or zones to which proved or probable reserves have not been assigned. In holdings where proved or probable values have been included for one or more zones, an additional value may have been assigned for interests in the remaining potential zones.
- 15. **Fair Market Value** is defined as the price at which a purchaser seeking an economic and commercial return on investment would be willing to buy, and a vendor would be willing to sell, where neither is under compulsion to buy or sell and both are competent and have reasonable knowledge of the facts.
- 16. **Barrels of Oil Equivalent (BOE) Reserves** – BOE is the sum of the oil reserves, plus the gas reserves divided by a factor of 6, plus the natural gas liquid reserves, all expressed in barrels or thousands of barrels.

STATEMENT OF RESERVES DATA AND OTHER OIL AND GAS INFORMATION

Disclosure of Reserve Data

In accordance with National Instrument 51-101, the tables below are summaries as at December 31, 2022 of Angel Wing Metals Inc.'s natural gas reserves and the present worth of future net cash flows associated with such reserves. All future cash flows are stated prior to provision for income taxes and indirect costs and after deduction of royalties, estimated future capital expenditures and well abandonment costs. It should not be assumed that the present worth of estimated future cash flows shown below is representative of the fair market value of the reserves. There is no assurance that such price and cost assumptions will be attained and variances could be material. The recovery and reserve estimates of Angel Wing Metals Inc.'s natural gas reserves provided herein are estimates only and there is no guarantee that the estimated reserves will be recovered. Actual reserves may be greater than or less than the estimates provided herein.

Summary of Oil and Natural Gas Reserves - Forecast Prices and Costs

	Gross Reserves				Net Reserves			
	Oil		Natural Gas (MMcf)	Natural Gas Liquids (Mbbbl)	Oil		Natural Gas (MMcf)	Natural Gas Liquids (Mbbbl)
	Light and Medium (Mbbbl)	Heavy (Mbbbl)			Light and Medium (Mbbbl)	Heavy (Mbbbl)		
Proved								
Developed Producing	-	-	-	-	-	-	-	-
Developed Non-Producing	-	-	-	-	-	-	-	-
Undeveloped	-	-	-	-	-	-	-	-
Total Proved	-	-	-	-	-	-	-	-
Probable	-	-	-	-	-	-	-	-
Total Proved Plus Probable	-	-	-	-	-	-	-	-

Net Present Value of Future Net Revenue – Forecast Prices and Costs

	Before Income Taxes, Discounted at (%/Year)					Unit Value Before Income Tax Discounted at 10% / Year		
	0	5	10	15	20	\$/Mcf	\$/bbl L&M	\$/bbl HVY
	(M\$)	(M\$)	(M\$)	(M\$)	(M\$)			
Proved								
Developed Producing	-	-	-	-	-	-	-	-
Developed Non-Producing	-	-	-	-	-	-	-	-
Undeveloped	-	-	-	-	-	-	-	-
Total Proved	-	-	-	-	-	-	-	-
Probable	-	-	-	-	-	-	-	-
Total Proved Plus Probable	-	-	-	-	-	-	-	-

	After Income Taxes, Discounted at (%/Year)				
	0	5	10	15	20
	(M\$)	(M\$)	(M\$)	(M\$)	(M\$)
Proved					
Developed Producing	-	-	-	-	-
Developed Non-Producing	-	-	-	-	-
Undeveloped	-	-	-	-	-
Total Proved	-	-	-	-	-
Probable	-	-	-	-	-
Total Proved Plus Probable	-	-	-	-	-

Additional Information Concerning Future Net Revenue (Undiscounted)

Forecast Prices and Costs

	Revenue	Royalties	Operating Costs	Development Costs	Well Abandonment And Other Costs	Future Net Revenue Before Income Taxes	Income Taxes	Future Net Revenue After Income Taxes
	(M\$)	(M\$)	(M\$)	(M\$)	(M\$)	(M\$)	(M\$)	(M\$)
Proved	-	-	-	-	26	-	-	-
Proved Plus Probable	-	-	-	-	26	-	-	-

Future Net Revenue by Production Group - Forecast Prices and Costs

Reserves Category	Production Group	Future Net Revenue Before Income Taxes (Discounted at 10%/Year)	Unit Value	
		(M\$)	\$/MCF	\$/bbl
Proved	Light and Medium Crude Oil (including solution gas and associated by-products)	-	-	-
	Heavy Oil (including solution gas and associated by-products)	-	-	-
	Natural Gas (including associated by-products)	-	-	-
Proved Plus Probable	Light and Medium Crude Oil (including solution gas and associated by-products)	-	-	-
	Heavy Oil (including solution gas and associated by-products)	-	-	-
	Natural Gas (including associated by-products)	-	-	-

Reconciliation of Changes in Reserves

Angel Wing Metals has no proven and probable reserves attributed to year ending December 31, 2021 and December 31, 2022 therefor no reconciliation of reserves is provided.

Undeveloped Reserves

The following discussion generally describes the basis on which Angel Wing Metals Inc. attributes Proved and Probable Undeveloped Reserves and its plans for developing those Undeveloped Reserves.

Proved Undeveloped Reserves

Proved undeveloped reserves are generally those reserves related to wells that have been tested and not yet tied-in for production or wells drilled near the end of the fiscal year. In addition, such reserves may relate to plan infill-drilling locations. Angel Wing Metals Inc. has no Proven Undeveloped reserves assigned as at December 31, 2022.

Probable Undeveloped Reserves

Probable undeveloped reserves are generally those reserves tested or indicated by analogy to be productive, infill drilling locations and lands contiguous to production. Angel Wing Metals Inc. has no probable undeveloped locations assigned as at December 31, 2022.

Future Development Costs

The table below sets out the development costs deducted in the estimation of future net revenue attributable to proved reserves (using forecast prices and costs) and proved plus probable reserves (using forecast prices and costs).

	Forecast Prices and Costs	
	Proved Reserves	Proved and Probable Reserves
	(M\$)	(M\$)
Remainder	-	-
Total Undiscounted	-	-
Total Discounted @ 10% /yr	-	-

Angel Wing Metals Inc. estimates that it will fund future exploration and development costs through three sources of funding being: internally generated cash flow from operations, debt financing and new equity issues. If in the future Angel Wing Metals decides to pursue additional exploration or development opportunities it would need to issue new equity in the company as current cashflow is insufficient for any proposed program.

Oil and Gas Properties

A summary description of Angel Wing Metals Inc.'s major producing properties is set out below. Angel Wing Metals does not own any additional unproven properties. References to gross volumes refer to total production. References to net volumes refer to Angel Wing Metals' working interest share before the deduction of royalties payable to others. These properties are all located in Alberta, Canada.

Warwick Alberta Canada

Angel Wing Metals owns a 50% working interest in 640 gross acres (320 net acres) on which is located two wells located on the one section of land. The company share of production from these wells in 2022 was 22,202 Mcf which the average over the year net to the Company was 61 Mcf/d.

Oil and Natural Gas Wells

The following table summarizes Angel Wing Metals's interest as at December 31, 2022 in wells, which are producing, or which Angel Wing Metals considers to be capable of production.

Property	Producing Wells				Non-Producing Wells			
	Oil		Natural Gas		Oil		Natural Gas	
	Gross	Net	Gross	Net	Gross	Net	Gross	Net
Warwick			1	0.5	-	-	1	0.5
Total			1	0.5	-	-	1	0.5

Drilling Activity

The following table summarizes the gross and net exploration and development wells in which Angel Wing Metals participated during the year ended December 31, 2022.

	Development Wells		Exploration Wells		Total Wells	
	Gross	Net	Gross	Net	Gross	Net
Oil wells	--	--	-	-	-	-
Natural Gas wells	-	-	-	-	-	-
Suspended wells			-	-	-	-
Dry holes	-	-	-	-	-	-
Total	--	--	-	-	-	-

Forward Contracts

Not Applicable.

Abandonment and Reclamation Costs

Angel Wing Metals Inc. Estimates well abandonment costs on an area-by-area basis. The estimated total abandonment costs for the properties is \$26,037. The total estimated well abandonment costs to be incurred over the next five years are anticipated to be \$26,037.

Tax Horizon

Angel Wing Metals Inc. was not required to pay income taxes for the period ended December 31, 2022. Based on current forecasts, it is estimated that Angel Wing Metals Inc. will not be taxable during the life of its reserves.

Production History

Average Daily Production

	Three Months Ended March 31, 2022	Three Months Ended June 30, 2022	Three Months Ended Sep. 30, 2022	Three Months Ended Dec. 31, 2022	Twelve Months Ended Dec. 31, 2022
Natural Gas (mcf/d)	65	64	60	54	61
Natural Gas Liquids (bbl/d)	-	-	-	-	-
Light and Medium Oil (bbl/d)	-	-	-	-	-
Heavy Oil (bbl/d)	-	-	-	-	-
Total BOE	14	11	11	10	11

Production History

The following table sets forth certain information in respect of production, product prices received, royalties, production costs and netbacks received by the Company for each quarter of its most recently completed financial year:

	Three Months Ended March 31, 2022	Three Months Ended June 30, 2022	Three Months Ended September 30, 2022	Three Months Ended December 31, 2022
Average Daily Production				
Light and Medium Oil (bbl/d)	-	-	--	-
Heavy Oil (bbl/d)	-	-	-	-
Natural Gas (Mcf/d)	65	64	60	54
Average Net Prices Received				
Light and Medium Oil (\$/bbl)	-	-	-	-
Heavy Oil (\$/bbl)	-	-	-	-
Natural Gas (\$/Mcf)	2.47	7.23	2.94	5.05
Royalties				
Light and Medium Oil (\$/bbl)	-	-	-	-
Heavy Oil (\$/bbl)	-	-	-	-
Natural Gas (\$/Mcf)	0.48	0.92	0.67	1.02
Production Costs				
Light and Medium Oil (\$/bbl)	-	-	-	-
Heavy Oil (\$/bbl)	-	-	-	-
Natural Gas (\$/Mcf)	1.70	2.29	1.82	1.59
Netback Received				
Light and Medium Oil (\$/bbl)	-	-	-	-
Heavy Oil (\$/bbl)	-	-	-	-
Natural Gas (\$/Mcf)	0.28	4.01	0.45	2.42

The price of the natural gas produced in 2022 from the wells that Angel Wing Metals has an interest was below the cost of production as indicated in the above table. Refer to Angel Wing Metals 2022 Financial Statements for additional information concerning the revenue and production costs associated with the company's natural gas production. In Angel Wing Metals 2022 Financial Statement is information concerning exploration, development and property acquisition costs of which the company had none in 2022.